

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0691-03
Bill No.: HCS for HB 178
Subject: Taxation and Revenue - General; Political Subdivisions
Type: Original
Date: February 19, 2013

Bill Summary: This proposal changes the laws regarding a local ballot proposal by a political subdivision to enact a tax.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
Total Estimated Net Effect on FTE	0	0	0

☐ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

☐ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

§ 67.005 - Local Ballot Proposals:

Officials at the **Platte County Board of Election Commissioners** assume this proposal would have no direct fiscal impact. Costs for an entity to conduct an election would remain the same.

In response to similar legislation from 2012 (HB 1275), officials at the **Kansas City Board of Election Commission** assumed the cost to run a citywide election in their jurisdiction is \$400,000. This proposal may or may not affect whether an election is called.

Officials at the **City of Kansas City** assumed no direct loss of revenue from this proposal. However, by increasing the required majority for passage of a tax within two years after it has failed the opportunity for increasing funds preferred by the majority of the voters is lost. This can have an indirect impact of reducing revenue.

Officials from the **City of Columbia** cannot determine the specific costs of this proposal but assume it's possible the failure to renew an expiring parks sales tax could cost several million dollars per year. A 60% majority requirement could require supporting committees to raise and spend more money to capture support. This proposal could create a backlog of projects resulting in increased inflation costs.

Oversight assumes this proposal would not limit the number of times a vote can be held on the same issue, and therefore would not have a direct fiscal impact on State or local government funds.

In response to the previous version of this proposal, officials from the **Office of Secretary of State** assumed the proposal would not fiscally impact their agency.

Officials from numerous cities and local election authorities did not respond to **Oversight's** request for fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2014 (10 Mo.)	FY 2015	FY 2016
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2014 (10 Mo.)	FY 2015	FY 2016
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

FISCAL DESCRIPTION

The proposed legislation appears to have no direct fiscal impact.

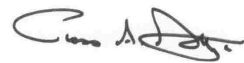
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Office of the Secretary of State
City of Kansas City
City of Columbia
Kansas City Board of Election Commission
Platte County Board of Election Commission

Not Responding:

Numerous Cities
Numerous Local Election Authorities

A handwritten signature in black ink, appearing to read "Ross Strobe".

Ross Strobe
Acting Director
February 19, 2013